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Senate Budget & Fiscal Review  
May 3, 2004 (Items done as vote only)

**Subcommittee No. 3-- OUTCOMES for April 12<sup>th</sup> and 19<sup>th</sup> Subcommittee Hearings**

**A. Vote Only for Monday, April 12<sup>th</sup>—Item 4260 Department of Health Services**

**5. Quality Assessment Fee for Managed Care Plans**

**Motion:** Keep open, new information from the federal government just received. To be discussed at the May Revision.

**Vote:** Not applicable.

**6. Graduate Medical Education Funding—Eliminate Sunset**

**Motion:** Adopt trailer bill language to delete the sunset date for the program.

**Vote:** 5-0

**7. Oversight of Electronic Data System (EDS) Contract with the DHS for Medi-Cal**

**Motion:** (1) Adopt the LAO Supplemental Report Language (in agenda from April 12th), and (2) delete \$150,000 (total funds) from the Fiscal Intermediary funding that was unscheduled.

**Vote:** 5-0

**8B. Medi-Cal Anti-Fraud-- Convert 15 Limited-Term Positions to Permanent**

**Motion:** Approve as budgeted.

**Vote:** 3-2 (McClintock and McPherson)

**8C. Medi-Cal Anti-Fraud-- Non-Institutional Medi-Cal Services Provider Audits**

**Motion:** HOLD OPEN DO TO CHANGING INFORMATION.

**Vote:** Not applicable (to be closed out at the May Revision).

**8D. Medi-Cal Anti-Fraud-- Delay Checkwrites One Week**

**Motion:** Reduce by an additional \$2 million (total funds) to reflect anti-fraud review activities.

**Vote:** 5-0

**8E. Medi-Cal Anti-Fraud-- Provider Feedback Program**

**Motion:** Approve as budgeted.

**Vote:** 5-0

**8F. Medi-Cal Anti-Fraud-- Medi-Cal Recipient “Confirmation” of Services**

**Motion:** Approve as budgeted.

**Vote:** 5-0

**8G. Medi-Cal Anti-Fraud-- Curtailing Assets and Third Party Payment**

**Motion:** Approve the savings amount but refer the language to the policy committee.

**Vote:** 5-0

**8H. Medi-Cal Anti-Fraud-- Restrict Medi-Cal Billing for Certain Neurological Tests**

**Motion:** Approve as budgeted.

**Vote:** 5-0

**8I. Medi-Cal Anti-Fraud-- Develop Counterproof Prescription Pads**

**Motion:** Delete the proposal from budget trailer bill language without prejudice since there

are no budget year savings associated with the legislation and plenty of time to find a policy bill.

**Vote:** 5-0

**8J. Medi-Cal Anti-Fraud-- Report Owed to the Legislature on Fraud Expansion Efforts**

**Motion:** Adopt Budget Bill Language directing the DHS to provide the Error Rate Study to the Legislature by no later than November 1, 2004.

**Vote:** 5-0

**9. Request for State Staff—Treatment Authorization Requests**

**Motion:** (1) Reject the Administration’s request for 36 positions, and (2) adopt amended trailer bill language as noted in the April 12<sup>th</sup> agenda.

**Vote:** 5-0

**10. Non-Contract Hospital 10 Percent Interim Rate**

**Motion:** Approve as budgeted.

**Vote:** 5-0

**B. Vote Only for Monday, April 19<sup>th</sup>—Item 4300 Department of Developmental Services**

**1. Cost Containment From Budget Act of 2003 & Governor's Proposed Budget**

**Motion:** Adopt the proposal with modified trailer bill language (as noted in agenda).

**Vote:** 5-0

**3. Request for DDS Headquarters' Resources for Selected Cost Containment Issues**

**Motion:** Approve 7 of the 9 positions, and hold open the two positions regarding the statewide purchase of services issue.

**Vote:** 3-2 (McPherson and McClintock)

**4. Update and Potential for Other Federal Funding Options**

**Motion:** Recognize the \$29.9 million in increased federal funds and reduce by \$29.9 million General Fund from the RC POS item.

**Vote:** 5-0

**8. Transfer of Habilitation Services Program**

**Motion:** Approve as budgeted.

**Vote:** 3-2 (McPherson and McClintock)

**State Developmental Centers**

**1. Developmental Center Adjustments for Population**

**Motion:** Approve the baseline budget, pending receipt of the Governor's May Revision.

**Vote:** 5-0

**2. Proposal to Contract Out for Certain Services**

**Motion:** Reject the Administration's proposal to contract out services.

**Vote:** 3-2 (McClintock and McPherson)

**LAST PAGE OF OUTCOMES (For April 12<sup>th</sup> and 19<sup>th</sup> Hearings).**